

ND ASSOCIATION OF COUNTIES

State Investment Board Balance Sheet As of 6/30/2008

	As of <u>6-30-08</u>	As of <u>6-30-07</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 451,813	\$ 514,392
INTERNATIONAL EQUITIES	142,595	164,624
DOMESTIC FIXED INCOME	470,681	477,335
INVESTED CASH (NOTE 1)	<u>58,779</u>	<u>60,947</u>
 TOTAL INVESTMENTS	 1,123,868	 1,217,298
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	<u>880</u>	<u>874</u>
 TOTAL RECEIVABLES	 880	 874
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	28,528	107,468
 TOTAL ASSETS	<u>\$ 1,153,276</u>	<u>\$ 1,325,640</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	28,528	107,468
INVESTMENT EXPENSE PAYABLE	<u>1,922</u>	<u>1,290</u>
 TOTAL LIABILITIES	 30,450	 108,758
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,216,882	791,257
CASH IN DURING YEAR (NOTE 3)	0	300,000
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>(94,056)</u>	<u>125,625</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,122,826</u>	 <u>1,216,882</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,153,276</u>	 <u>\$ 1,325,640</u>

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State Investment Board Profit and Loss Statement For the Month Ended 6/30/2008

	Month Ended <u>6-30-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 3,150	\$ 38,137
SECURITIES LENDING INCOME	73	3,474
	<u>3,223</u>	<u>41,611</u>
 GAIN ON SALE OF INVESTMENTS	 13,273	 231,646
LOSS ON SALE OF INVESTMENTS	<u>21,478</u>	<u>229,798</u>
 NET GAINS (LOSSES) INVESTMENTS	 (8,205)	 1,848
 INVESTMENT EXPENSES	 1,146	 5,148
SECURITIES LENDING EXPENSES	30	3,094
 NET INVESTMENT INCOME	 (6,158)	 35,217
 NET APPREC (DEPREC) MARKET VALUE	 (51,338)	 (129,372)
MISCELLANEOUS INCOME/(EXPENSE)	<u>16</u>	<u>99</u>
 TOTAL INVESTMENT INCOME	 <u>(57,480)</u>	 <u>(94,056)</u>
 NET INCREASE (DECREASE)	 <u>\$ (57,480)</u>	 <u>\$ (94,056)</u>

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Notes To Financial Statements
June 30, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.